



May 3, 2013

BY EMAIL

Nunavut Water Board  
P.O. Box 119  
Gjoa Haven, NU  
X0B 1J0

Attention: Damien A. Côté

Dear Mr. Côté:

**Re: Water Compensation Agreement**

I am pleased to advise that Baffinland Iron Mines Corporation and the Qikiqtani Inuit Association have now reached a Water Compensation Agreement in accordance with Article 20 of the Nunavut Land Claim Agreement and Section 63 of the *Nunavut Waters and Nunavut Surface Rights Tribunal Act*.

Accordingly, we would be pleased if the Nunavut Water Board would confirm that the record is now closed and that the Board will proceed with its determination of the Application for a Type "A" Water Licence for the Mary River Project.

Yours truly,

A handwritten signature in black ink, appearing to read "Erik Madsen".

Erik Madsen, Vice President  
Sustainable Development, Health, Safety & Environment

cc: Stephen Bathory - Qikiqtani Inuit Association  
Karen Costello and Murray Ball - Aboriginal Affairs and Northern Development Canada  
Anne Wilson - Environment Canada  
Georgina Williston - Fisheries and Oceans Canada  
Kathleen Cavallaro - Natural Resources Canada